

# Fiscal Note

State of Alaska  
2022 Legislative Session

Bill Version:	CSHB 289(FIN)
Fiscal Note Number:	2
(H) Publish Date:	4/25/2022

Identifier: HB289CS(L&C)-DCCED-AMCO-03-11-22  
Title: AK MARIJUANA INDUSTRY TASK FORCE  
Sponsor: HOPKINS  
Requester: (H) FINANCE

Department: Department of Commerce, Community and  
Economic Development  
Appropriation: Alcohol and Marijuana Control Office  
Allocation: Alcohol and Marijuana Control Office  
OMB Component Number: 3119

## Expenditures/Revenues

Note: Amounts do not include inflation unless otherwise noted below.

(Thousands of Dollars)

	FY2023 Appropriation Requested	Included in Governor's FY2023 Request	Out-Year Cost Estimates				
OPERATING EXPENDITURES	FY 2023	FY 2023	FY 2024	FY 2025	FY 2026	FY 2027	FY 2028
Personal Services	52.3						
Travel	4.0						
Services	2.0						
Commodities							
Capital Outlay							
Grants & Benefits							
Miscellaneous							
<b>Total Operating</b>	<b>58.3</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>

## Fund Source (Operating Only)

1005 GF/Prgm (DGF)	58.3						
<b>Total</b>	<b>58.3</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>

## Positions

Full-time							
Part-time							
Temporary	1.0						

## Change in Revenues

None							
<b>Total</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>

**Estimated SUPPLEMENTAL (FY2022) cost:** 8.5 (separate supplemental appropriation required)

**Estimated CAPITAL (FY2023) cost:** 0.0 (separate capital appropriation required)

**Does the bill create or modify a new fund or account?** Yes  
(Supplemental/Capital/New Fund - discuss reasons and fund source(s) in analysis section)

## ASSOCIATED REGULATIONS

Does the bill direct, or will the bill result in, regulation changes adopted by your agency? No  
If yes, by what date are the regulations to be adopted, amended or repealed? N/A

## Why this fiscal note differs from previous version/comments:

Amendments were adopted that would decrease the anticipated expenditures to AMCO. Travel was removed and the bill was amended so that members of the Task Force are entitled to per diem only.

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Approved By: Micaela Fowler, Administrative Services Director  
Agency: Department of Commerce, Community, and Economic Development

Phone: (907)269-0350  
Date: 03/11/2022 02:00 PM  
Date: 03/11/22

**REPORTED OUT OF  
HFC 04/21/2022**

Control Code: ZIByw

## FISCAL NOTE ANALYSIS

**STATE OF ALASKA**  
**2022 LEGISLATIVE SESSION**

**Analysis**

HB 289 establishes the Alaska Marijuana Industry Task Force within the Department of Commerce, Community, and Economic Development (DCCED) with the purpose of reviewing existing marijuana laws and structures related to taxation, licensing, enforcement, fees, etc. The Task Force is directed to offer recommendations to the Legislature, Governor, and Marijuana Control Board (MCB) via a report due by December 31, 2022. The Task Force would discontinue when the 33<sup>rd</sup> Legislative Session begins in January 2023.

If this bill passes, AMCO anticipates the following expenditures:

**Personal Services:**

\$52.3 for a long-term non-permanent Project Assistant (Range 16) to assist with meetings, research, compiling information, and report finalization for eight months (June through January).

**Travel:** \$4.0 for per diem for 13 appointees to attend meetings (estimated 6 meetings)

**Services:** \$2.0 for public notices

The Alcohol and Marijuana Control Office (AMCO) is funded by 1005 General Funds/Program Receipts from licensing fees and would require additional receipt authority to implement this bill. Should this bill become effective in FY2022, AMCO would require supplemental funding for FY2022 to cover the additional expenditures it would incur. It is anticipated that the Task Force would hold up to 2 meetings during FY2022 which would require per diem, public notices, and staff.

Existing marijuana receipts are sufficient to support this increase.